## Memorandum

To: CHAIR AND COMMISSIONERS CTC Meeting: September 6-7, 2006

**Reference No.:** 2.4d.(3)

Action Item

From: CINDY McKIM Prepared by: Bimla G. Rhinehart

Chief Financial Officer Division Chief

Right of Way and Land Surveys

Subject: **DIRECTOR'S DEEDS** 

## **RECOMMENDATION:**

The Department of Transportation (Department) is requesting conceptual approval from the California Transportation Commission (Commission) for a sale of excess State-owned real property, pursuant to Section 118 of the Streets and Highways Code.

01-12-Ora-1-19.7 Newport Beach

Disposal Unit DD 040766-01-01 15.05 ac

Convey to city of Newport Beach \$5,000,000 (Appraisal \$8,106,000)

The property is commonly known as "Caltrans West" and also "Sunset Ridge Park".

This is a direct sale to the city of Newport Beach (City). The intended use of this property is for public park purposes consistent with City's current Open Space-Active (OS-A) zoning.

The Department will retain a Scenic Easement located generally along the subject's property line adjacent to Highway 1, the Pacific Coast Highway. This easement will restrict development rights to those permitted in City's OS-A zoning with additional limitations on the placement of permanent structures and pavement in the easement area. The Department will work with the City to perfect the easement's restrictive language, and the actual placement of the easement to ensure that Newport Beach has maximum use of the property for city park purposes. The State will receive a return of \$5,000,000 from the sale of this property, and retain \$3,106,000 value in the encumbered Scenic Easement.

It is anticipated that this transaction will be presented to the Newport Beach City Council for approval in September, and will come before the Commission for final consideration at its October, 2006 meeting.

Attachments

